



## INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

June 30, 2024

Prepared by  
Valley View Consulting, L.L.C.

The investment portfolio of the Town of Prosper is in compliance with the Public Funds Investment Act and the Town of Prosper Investment Policy and Strategies.

*Robert B. Scott*

---

Bob Scott, Deputy Town Manager

*Chris Landrum*

---

Chris Landrum, Finance Director

**Disclaimer:** These reports were compiled using information provided by the Town of Prosper. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment advisor fees.

## Summary

### Quarter End Results by Investment Category:

Asset Type	March 31, 2024			June 30, 2024		
	Ave. Yield	Book Value	Market Value	Ave. Yield	Book Value	Market Value
MMA/NOW	4.42%	\$ 17,099,948	\$ 17,099,948	5.29%	\$ 18,605,077	\$ 18,605,077
MMF/Pools	5.31%	113,703,725	113,703,725	5.31%	120,663,793	120,663,793
Securities	2.83%	24,998,315	24,844,156	3.48%	14,998,081	14,931,130
Certificates of Deposit	5.50%	15,803,324	15,803,324	5.50%	16,064,834	16,064,834
<b>Total</b>	<b>4.88%</b>	<b>\$ 171,605,312</b>	<b>\$ 171,451,152</b>	<b>5.17%</b>	<b>\$ 170,331,786</b>	<b>\$ 170,264,834</b>

#### Average Yield - Current Quarter (1)

Total Portfolio	5.17%
Rolling Three Month Treasury	5.47%
Rolling Six Month Treasury	5.34%
TexPool	5.31%

#### Fiscal Year-to-Date Average Yield (2)

Total Portfolio	4.97%
Rolling Three Month Treasury	5.48%
Rolling Six Month Treasury	5.40%
TexPool	5.33%

#### Interest Earnings (Approximate)

Quarter	\$ 2,493,370
Fiscal Year-to-date	\$ 7,316,061

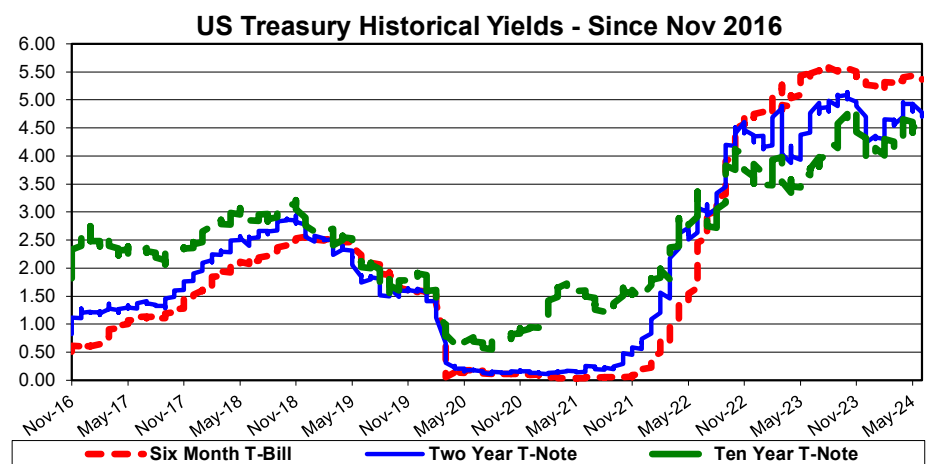
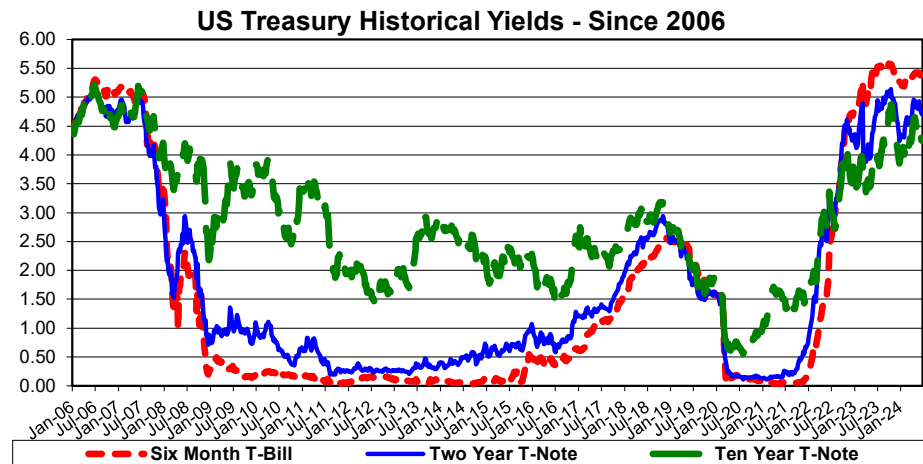
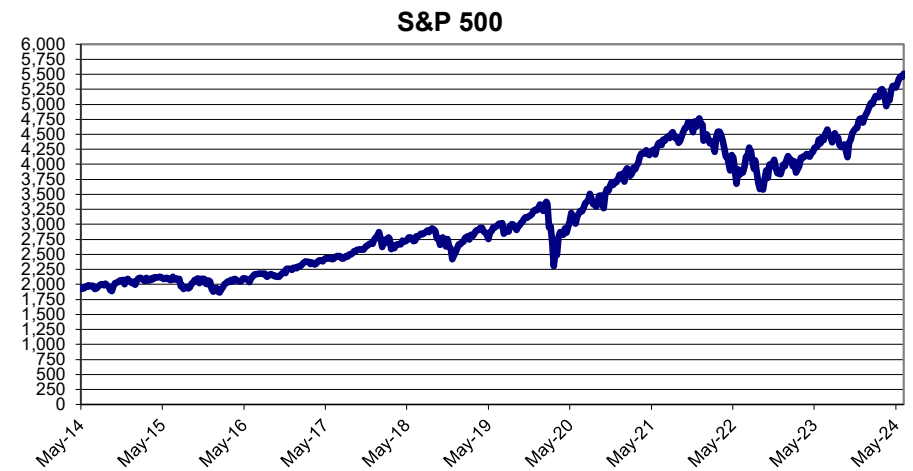
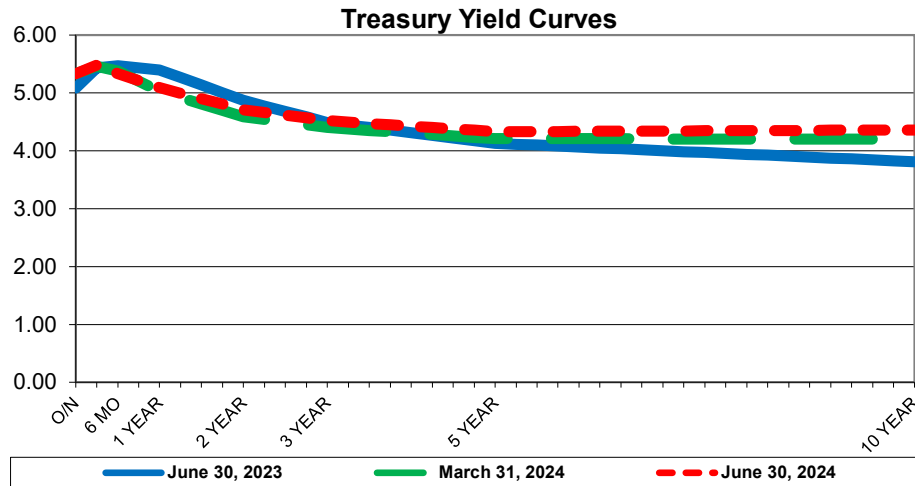
(1) **Quarter End Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(2) **Fiscal Year-to-Date Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

## Economic Overview

6/30/2024

The Federal Open Market Committee (FOMC) maintained the Fed Funds target range 5.25% - 5.50% (Effective Fed Funds are trading +/-5.33%). Expectations are for reduced future rates, but any actions will be meeting-by-meeting and "data-dependent." June Non-Farm Payroll slightly exceeded expectations at 206k new jobs, but the previous two months were revised down causing the Three Month Rolling Average to fall to 177k. Final First Quarter 2024 GDP reported +1.4%. The S&P 500 Stock Index created new highs above +/-5,500. The yield curve remains inverted but longer yields rose slightly. Crude Oil trades over \$80 per barrel. Inflation declined slightly but remains above the FOMC 2% target (Core PCE +/-2.6% and Core CPI +/-3.4%). Reduced global economic outlooks and ongoing/expanding military conflicts continue increasing uncertainty.



## Investment Holdings

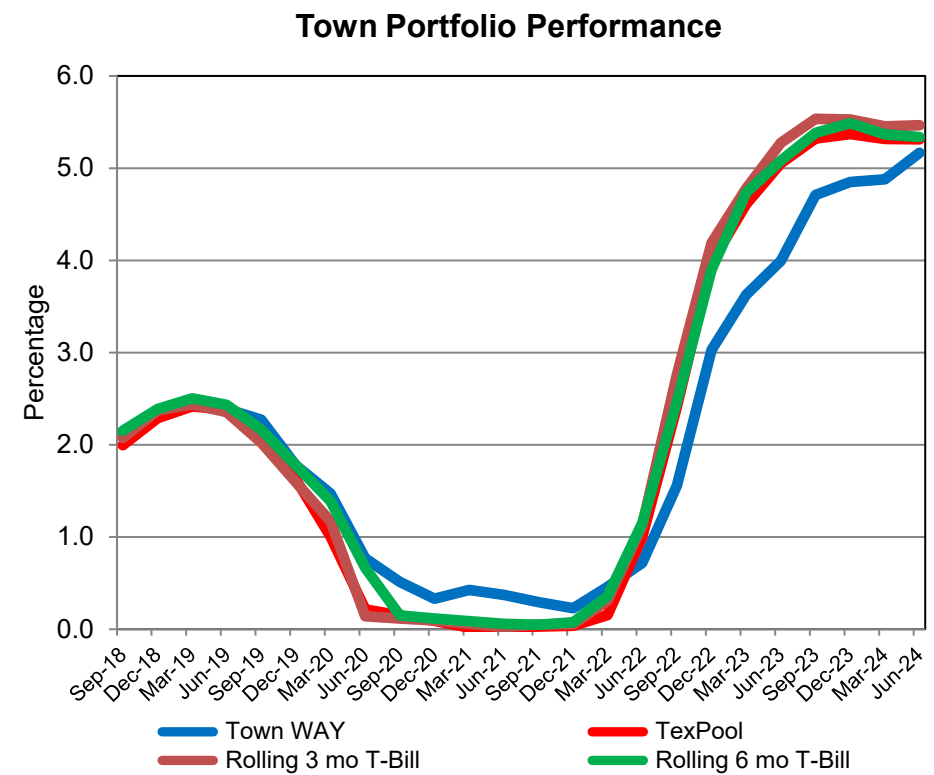
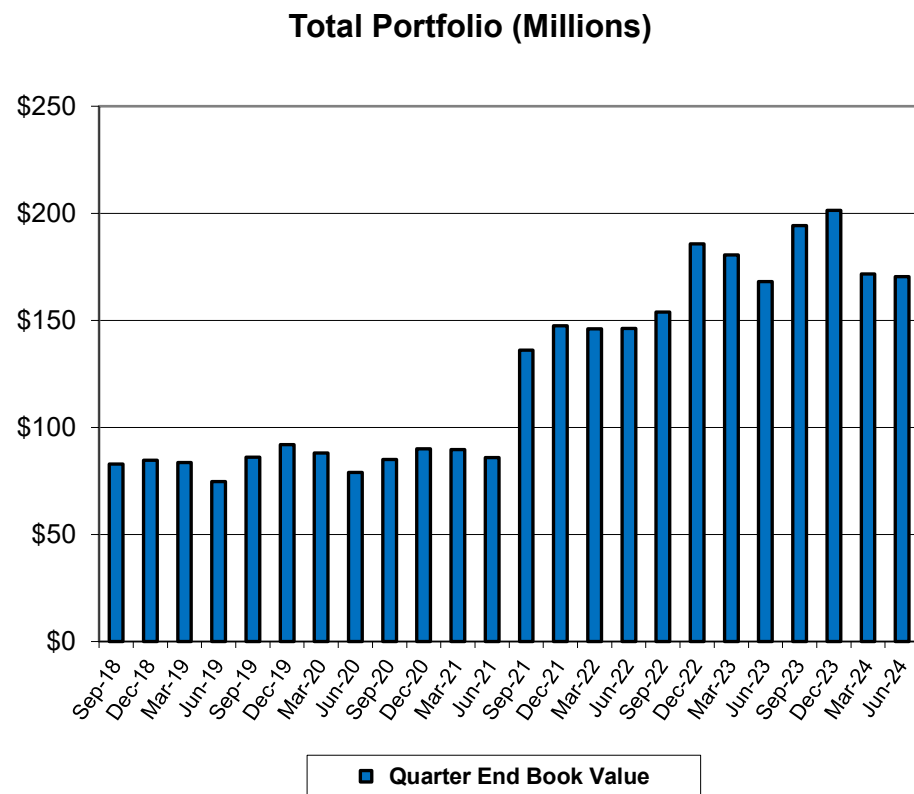
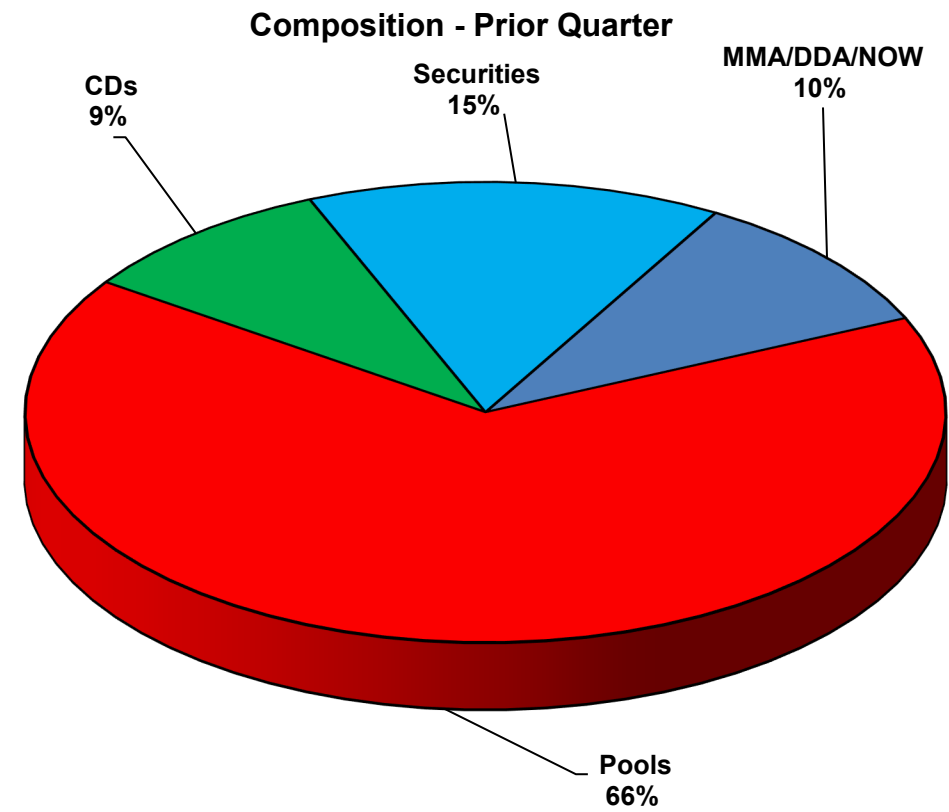
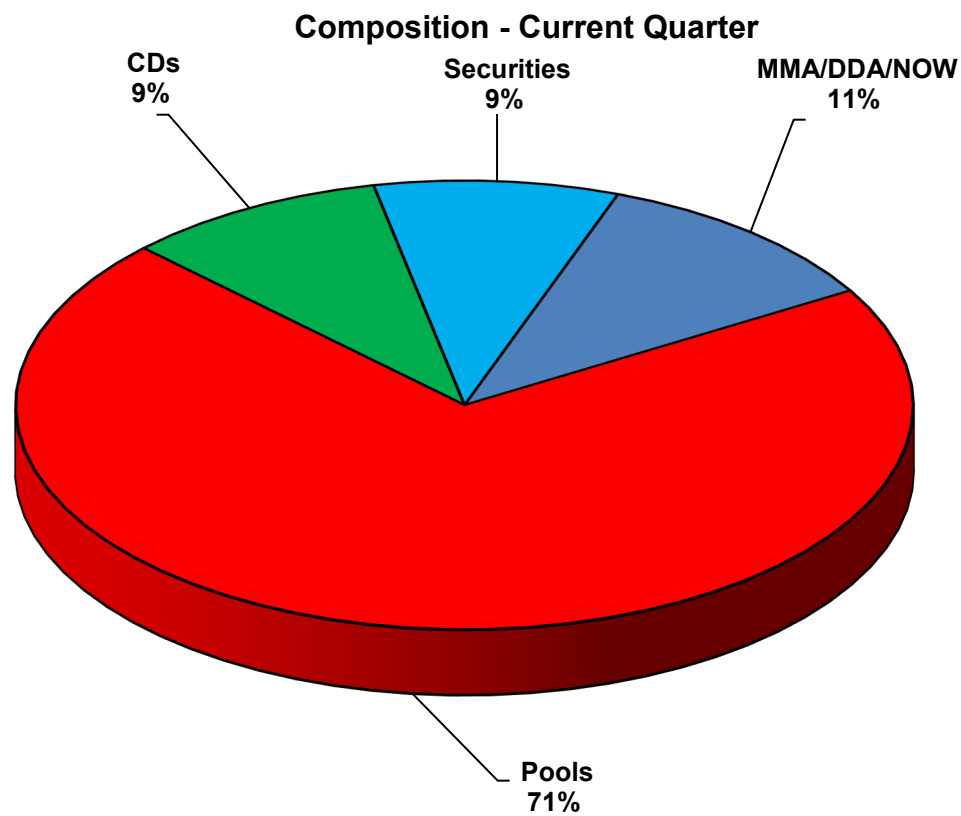
June 30, 2024

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Independent Financial DDA		2.78%	07/01/24	06/30/24	\$ 2,042,144	\$ 2,042,144	1.00	\$ 2,042,144	1	2.78%
Independent Financial DDA #2		5.63%	07/01/24	06/30/24	22,765	22,765	1.00	22,765	1	5.63%
Independent Financial DDA #3		5.63%	07/01/24	06/30/24	11,006,070	11,006,070	1.00	11,006,070	1	5.63%
NexBank MMA		5.55%	07/01/24	06/30/24	5,533,299	5,533,299	1.00	5,533,299	1	5.55%
PlainsCapital Bank MMA		1.85%	07/01/24	06/30/24	799	799	1.00	799	1	1.85%
TexSTAR	AAAm	5.31%	07/01/24	06/30/24	28,527,638	28,527,638	1.00	28,527,638	1	5.31%
TexPool	AAAm	5.31%	07/01/24	06/30/24	92,136,156	92,136,156	1.00	92,136,156	1	5.31%
Independent Financial CD		5.39%	08/04/24	09/14/23	10,837,811	10,837,811	100.00	10,837,811	35	5.39%
T-Note	Aaa/AA+	1.25%	08/31/24	02/09/22	5,000,000	4,998,081	99.31	4,965,430	62	1.48%
East West Bank CD		5.57%	09/16/24	09/14/23	5,227,023	5,227,023	100.00	5,227,023	78	5.73%
FHLB	Aaa/AA+	4.48%	10/03/24	12/21/22	10,000,000	10,000,000	99.66	9,965,700	95	4.48%
<b>Total Portfolio</b>					<b>\$ 170,333,704</b>	<b>\$ 170,331,786</b>		<b>\$ 170,264,834</b>	<b>13</b>	<b>5.17%</b>

(1) (2)

(1) **Weighted average life** - For purposes of calculating weighted average life, overnight bank and pool balances are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on Book Value, realized and unrealized gains/losses and investment advisory fees are not included. The yield for the reporting month is used for overnight bank and pool balances.



## Book and Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 03/31/24	Increases	Decreases	Book Value 06/30/24	Market Value 03/31/24	Change in Market Value	Market Value 06/30/24
Independent Financial DDA	2.78%	07/01/24	\$ 7,068,406	\$ —	\$ (5,026,262)	\$ 2,042,144	\$ 7,068,406	\$ (5,026,262)	\$ 2,042,144
Independent Financial DDA #2	5.63%	07/01/24	22,457	309	—	22,765	22,457	309	22,765
Independent Financial DDA #3	5.63%	07/01/24	4,551,650	6,454,419	—	11,006,070	4,551,650	6,454,419	11,006,070
NexBank MMA	5.55%	07/01/24	5,457,268	76,031	—	5,533,299	5,457,268	76,031	5,533,299
PlainsCapital Bank MMA	1.85%	07/01/24	167	632	—	799	167	632	799
TexSTAR	5.31%	07/01/24	24,683,778	3,843,860	—	28,527,638	24,683,778	3,843,860	28,527,638
TexPool	5.31%	07/01/24	89,019,947	3,116,209	—	92,136,156	89,019,947	3,116,209	92,136,156
T-Note	1.87%	04/30/24	10,003,051	—	(10,003,051)	—	9,972,656	(9,972,656)	—
Independent Financial CD	5.39%	08/04/24	10,648,381	189,430	—	10,837,811	10,648,381	189,430	10,837,811
T-Note	1.48%	08/31/24	4,995,265	2,816	—	4,998,081	4,917,578	47,852	4,965,430
East West Bank CD	5.73%	09/16/24	5,154,943	72,080	—	5,227,023	5,154,943	72,080	5,227,023
FHLB	4.48%	10/03/24	10,000,000	—	—	10,000,000	9,953,922	11,778	9,965,700
<b>TOTAL / AVERAGE</b>	<b>5.17%</b>		<b>\$ 171,605,312</b>	<b>\$ 13,755,786</b>	<b>\$ (15,029,312)</b>	<b>\$ 170,331,786</b>	<b>\$ 171,451,152</b>	<b>\$ (1,186,318)</b>	<b>\$ 170,264,834</b>

**Allocation****June 30, 2024**

<b>Book Value</b>	<b>Yield</b>	<b>Maturity Date</b>	<b>Total</b>	<b>Pooled Funds</b>	<b>Debt Service Fund</b>
Independent Financial DDA	2.78%		\$ 2,042,144	\$ 2,042,144	\$ –
Independent Financial DDA #2	5.63%		22,765	22,765	–
Independent Financial DDA #3	5.63%		11,006,070	11,006,070	–
NexBank MMA	5.55%		5,533,299	5,533,299	–
PlainsCapital Bank MMA	1.85%		799	799	–
TexSTAR	5.31%		28,527,638	28,527,638	–
TexPool	5.31%		92,136,156	87,221,040	\$ 4,915,116
Independent Financial CD	5.39%	08/04/24	10,837,811	10,837,811	–
T-Note	1.48%	08/31/24	4,998,081	4,998,081	–
East West Bank CD	5.73%	09/16/24	5,227,023	5,227,023	–
FHLB	4.48%	10/03/24	10,000,000	10,000,000	–
<b>Totals</b>			<b>\$ 170,331,786</b>	<b>\$ 165,416,670</b>	<b>\$ 4,915,116</b>

# Allocation

March 31, 2024

Book Value	Yield	Maturity Date	Total	Pooled Funds	Debt Service Fund
Independent Financial DDA	2.78%		\$ 7,068,406	\$ 7,068,406	\$ —
Independent Financial DDA #2	5.62%		22,457	22,457	—
Independent Financial DDA #3	5.62%		4,551,650	4,551,650	—
NexBank MMA	5.55%		5,457,268	5,457,268	—
PlainsCapital Bank MMA	1.85%		167	167	—
TexSTAR	5.30%		24,683,778	24,683,778	—
TexPool	5.32%		89,019,947	83,891,398	\$ 5,128,549
T-Note	1.87%	04/30/24	10,003,051	10,003,051	—
Independent Financial CD	5.39%	08/04/24	10,648,381	10,648,381	—
T-Note	1.48%	08/31/24	4,995,265	4,995,265	—
East West Bank CD	5.73%	09/16/24	5,154,943	5,154,943	—
FHLB	4.48%	10/03/24	10,000,000	10,000,000	—
<b>Totals</b>			<b>\$ 171,605,312</b>	<b>\$ 166,476,763</b>	<b>\$ 5,128,549</b>